

A RESOLUTION FINDING, DETERMINING AND RATIFYING AN INDUCEMENT RESOLUTION OF THE FORT WAYNE ECONOMIC DEVELOPMENT COMMISSION AUTHORIZING THE ISSUANCE AND SALE OF \$1,500,000.00 ECONOMIC DEVELOPMENT REVENUE BONDS OF THE CITY OF FORT WAYNE, INDIANA, FOR THE PURPOSE OF INDUCING THE APPLICANT, ADVANCED MACHINE & TOOL CORPORATION TO PROCEED WITH THE ACQUISITION, CONSTRUCTION AND EQUIPPING OF THE PROJECT.

WHEREAS, the City of Fort Wayne, Indiana, (the "Issuer") is authorized by I.C. 36-7-12 (the "Act") to issue revenue bonds for the financing of economic development facilities, the funds from said financing to be used for the acquisition, construction and equipping of said facilities, and said facilities to be either sold or leased to another person or directly owned by another person; and

WHEREAS, Advanced Machine & Tool Corporation (the "Applicant") has advised the Fort Wayne Economic Development Commission and the Issuer that it proposes that the Issuer loan proceeds of an economic development financing to the Applicant for the acquisition, construction and equipping of an economic development facility, said economic development facility to be constructing and equipping a 24,000 sq. ft. building on Huguenard Road north of Washington Center Road, Fort Wayne, Indiana (the Legal Description of which is on the attached Exhibit "A"), including cost of issuance (the "Project"); and

WHEREAS, the diversification of industry and an increase in 30 jobs to be achieved by the acquisition, construction and equipping of the Project will be of public benefit to the health, safety and general welfare of the Issuer and its citizens; and

WHEREAS, having received the advice of the Fort Wayne Economic Development Commission, it would appear that the financing of the Project would be of public benefit to the health, safety and general welfare of the Issuer and its citizens; and

WHEREAS, the acquisition and construction of the facility will not have an adverse effect on any similar facility already constructed or operating in or about Fort Wayne, Indiana.

NOW, THEREFORE, BE IT RESOLVED BY THE COMMON COUNCIL OF THE CITY OF FORT WAYNE, INDIANA:

SECTION 1. The Common Council finds, determines, ratifies and confirms the promotion of diversification of economic development and job opportunities in and near Fort Wayne, Indiana, and in Allen County, is desirable to preserve the health, safety and general welfare of the citizens of the Issuer; and that it is in the public interest that Fort Wayne Economic Development Commission and said Issuer take such action as they lawfully may to encourage diversification of industry and promotion of job opportunities in and near said Issuer.

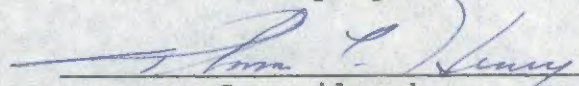
SECTION 2. The Economic Development Commission in recommending the Project, found specifically that the project will not have an adverse competitive effect on similar facilities already constructed or operating in Allen County, Indiana, and the Common Council has also held a hearing and specifically finds that the Project will not have an adverse competitive effect on similar facilities already constructed or operating in Allen County, Indiana.

SECTION 3. The Common Council further finds, determines, ratifies and confirms that the issuance and sale of

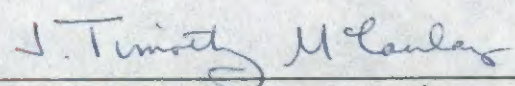
revenue bonds in an amount not to exceed \$1,500,000.00 of the Issuer under the Act and the loan of the proceeds thereof to the Applicant for the acquisition, construction and equipping of the Project will serve the public purpose referred to above, in accordance with the Act.

SECTION 4. In order to induce the Applicant to proceed with the acquisition, construction and equipping of the Project, the Common Council hereby finds, determines, ratifies and confirms that (i) it will take or cause to be taken such actions pursuant to the Act as may be required to implement the aforesaid financing, or as it may deem appropriate in pursuance thereof, provided that all of the foregoing shall be mutually acceptable to the Issuer and the Applicant; and (ii) it will adopt such ordinances and resolutions and authorize the execution and delivery of such instruments and the taking of such action as may be necessary and advisable for the authorization, issuance and sale of said economic development bonds.

SECTION 5. All costs of the Project incurred after the passage of this Inducement Resolution, including disbursement or repayment of the Applicant monies expended by the Applicant for planning, engineering, interest paid during construction, underwriting expenses, attorney and bond counsel fees, acquisition, construction and equipping of the Project will be permitted to be included as part of the bond issue to finance the Project, and the Issuer will thereafter loan the proceeds of such financing to the Applicant for the same purposes.


Councilmember

APPROVED AS TO FORM
AND LEGALITY


J. Timothy McCauley, City Attorney

Read the first time in full and on motion by Henry, seconded by Quinto, and duly adopted, read the second time by title and referred to the Committee on Finance (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on _____, 19____, at _____ o'clock _____ M., E.S.T.

DATED: 4-24-90

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Bradbury, seconded by Quinto, and duly adopted, placed on its passage. PASSED ~~LOST~~ by the following vote:

	AYES	NAYS	ABSTAINED	ABSENT
TOTAL VOTES	<u>9</u>			<u>2</u>
BRADBURY	<u>✓</u>			
BURNS	<u>✓</u>			
EDMONDS	<u>✓</u>			
GIAQUINTA	<u>✓</u>			
HENRY				<u>✓</u>
LONG	<u>✓</u>			
REDD	<u>✓</u>			
SCHMIDT				<u>✓</u>
TALARICO	<u>✓</u>			

DATED: 5-1-90

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL)

(SPECIAL) (ZONING MAP) ORDINANCE RESOLUTION NO. R-26-90
on the 1st day of May, 1990,

Sandra E. Kennedy ATTEST
SANDRA E. KENNEDY, CITY CLERK

SEAL
Charles S. Reed
PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 2nd day of May, 1990, at the hour of 9:30 o'clock A. M., E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 2nd day of May, 1990, at the hour of 4:30 o'clock P. M., E.S.T.

Paul Helmke
PAUL HELMKE, MAYOR



MEMORANDUM

TO: City Council Members

FROM: Rod McPherson, Business Development Specialist *Rmc*

DATE: April 18, 1990

RE: Application by Advance Machine and Tool Corporation for Economic Development Bonds

Background:

Advance Machine and Tool Corporation has been in Fort Wayne since 1970. Advance manufactures special machinery, tooling, and precision machining equipment. Advance has experienced a tremendous volume of growth over the last few years causing them to expand their operations. This is Advance Machine and Tool's first application for an Economic Development bond. The bond will be used for the construction of a 24,000 square foot manufacturing building and for the purchase of new manufacturing equipment. Advance Machine and Tool has also applied for Tax Abatement on this project.

Review of Alternatives:

Approval of this bond application will authorize Advance Machine and Tool Corporation to proceed with their project and be instrumental in the creation of 30 new jobs.

Recommendations:

The staff of the Department of Economic Development recommends that Advance Machine and Tool Corporation be granted an Inducement Resolution to proceed with their proposed project.

jkb

APPLICATION
TO
FORT WAYNE, INDIANA, ECONOMIC DEVELOPMENT COMMISSION
FOR
ECONOMIC DEVELOPMENT REVENUE BOND FINANCING

RECEIVED
APR 05 1990
ECONOMIC
DEVELOPMENT

A. GENERAL INFORMATION:

1. Applicant's Name:
Advanced Machine & Tool Corporation
2. Address of applicant's principle office and place of business:
3824 Transportation Drive
Fort Wayne, Indiana 46818
3. Name of contact person for additional information and notices:
John J. Wernet
4. Address of contact person:
1400 One Summit Square
Fort Wayne, Indiana 46802
5. Phone number of contact person:
(219) 423-9411

B. PROJECT INFORMATION:

6. What is the proposed amount of the bond issue?
(include cost of project plus issuance cost of bonds)
\$ 1,500,000
7. Provide a brief description of the project:
Construction of 24,000 square foot manufacturing building
(including 3,500 square foot of ancillary office space).
Acquisition of manufacturing equipment for use on electric
motor manufacturing.

8. Itemize the use of the bonds by expenditure category.

<u>ITEM</u>	<u>EXPENDITURES</u>
<u>Construction of building</u>	<u>\$800,000</u>
<u>Equipment</u>	<u>\$600,000</u>
<u>Miscellaneous</u>	<u>\$ 70,000</u>
<u>Costs of issuance</u>	<u>\$ 30,000</u>
<u> </u>	<u> </u>

9. If the proceeds of the bond issue are not sufficient to complete the proposed project, itemize the additional amount of funds which will be necessary and indicate the source of such funds:

Corporation has purchased the land for \$95,000. No additional
funds should be necessary.

10. Where is the proposed project to be located? (give street address and attach a legal description for property as it appears on County Auditors Records):

East side of Huguenard Road North of Washington Center Road.

11. Are architects' renderings or blueprints available on facilities to be constructed? Yes X No

If yes, provide a copy of those renderings and blueprints to the coordinator of the Fort Wayne Economic Development Commission.

If no, describe facilities to be constructed.

12. Is the project solely within the city limits of Fort Wayne? Yes X No

If no, give the name of the township and/or other municipality in which it is located.

13. If project is not located within the city limits of Fort Wayne, will you waive your right to remonstrate annexation? Yes No N/A

14. Is the project within the Fort Wayne Community School District? Yes x No

If no, state the name of applicable school districts.

15. What is the approximate size of the tract or parcel of property on which the project is to be situated?

 3.72 Acres

16. Is the proposed facility, or a portion thereof, to be leased to another entity or entities? Yes No x

If yes, name the entity or entities and indicate the portion of the project to be leased.

<u>Entity</u>	<u>% Leased</u>
_____	_____
_____	_____
_____	_____
_____	_____

C. APPLICANT INFORMATION:

17. Type of organization under which the applicant does business (e.g. corporation, partnership, sole proprietorship, joint venture).

Corporation

18. Under the laws of what state is the applicant organized?

Indiana

19. Name the business or businesses in which the applicant is engaged.

Manufacture of equipment for the electric motor manufacturing

industry.

20. Is the applicant qualified to do business in Indiana? Yes x No

21. How long has the applicant been in operation in Allen County? 18 years.

22. Please list the names and titles of principal operating personnel.

<u>Name</u>	<u>Title</u>
Fredrick C. Burke	President

23. Please list all persons or firms having an ownership interest of 10% or more in the applicant.

<u>Name</u>	<u>Title</u>
<u>Fredrick C. Burke</u>	<u>Sole Shareholder</u>
<u></u>	<u></u>
<u></u>	<u></u>
<u></u>	<u></u>
<u></u>	<u></u>

24. Are any persons both (a) shareholders or holders of any debt obligation of the applicant; and (b) officers or members of the Fort Wayne Economic Development Commission or the Common Council of the City of Fort Wayne or the Allen County Council? Yes _____ No X

If yes, list that person or persons.

25. Has any person listed above been convicted of a felony, or convicted of, or enjoined from, any violation of a state or federal securities law within the past ten (10) years? Yes _____ No X

If yes, list that person or persons.

D. ZONING AND INFRASTRUCTURE INFORMATION:

26. What is the nature of the business to be conducted at the project location?

Manufacture of equipment for the electric motor manufacturing
industry.

27. What is the existing zoning classification on the project site? M-2

28. What zoning classification does this project require?
M-2

29. Is the project site within the flood plain or river-greenway area? Yes _____ No x

30. Does the proposed project need to be located within an economic development target area? Yes _____ No x

31. Will the proposed project have ready access to City water? Yes x No _____

If no, state the intended source of water for this project.

32. Will the proposed project have ready access to City sewer? Yes x No _____

33. Are any adverse environmental impact anticipated by reason of operation of the proposed project, with particular reference to air, noise or water pollution? Yes _____ No x

If yes, briefly describe that impact.

E. PUBLIC BENEFIT INFORMATION:

34. State the number of jobs currently employed by the applicant within Allen County.

Full Time 85 Part Time -

35. State the number of jobs to be created by the proposed project once it is placed into operation.

Full Time 15 Part Time -

36. State the number of jobs to be created by the proposed project with three (3) years after it is placed into operation. Full Time 30 Part Time -

37. Briefly describe the category and nature of the new jobs to be created.

Machinists, machine builders, electricians, tool makers and
engineers.

38. What additional annual payroll will the new jobs generate (a) immediately after the proposed facilities are placed, and (b) within three (3) years thereafter.

(a) \$ 590,000

(b) \$ 1,265,000

39. If the proposed project would not be approved for tax-exempt financing, is there any substantial possibility that loss of existing jobs would occur within Allen County? Yes _____ No X

If yes, please list the approximate number of jobs to be lost and the approximate net annual payroll lost. Also, give reason for those jobs to be lost.

40. How will the proposed project further the economic development objectives of the City of Fort Wayne?

The project allows expansion of an industry which will be
growing in the next decade and provides high paying technical
oriented jobs.

F. ADVERSE COMPETITIVE EFFECT INFORMATION:

41. Do any current or potential business competitors at present exist within the boundaries of Allen County? Yes

If yes, list that competitor(s) and state if the use of tax-exempt economic development revenue bonds for this project will put that competitor(s) at a competitive disadvantage.

Alliance Winding Equipment and Pease Windamatic. Neither will
be put to a competitive disadvantage because the customer base
for the industry is international

42. Will the proposed facility have an adverse competitive effect on similar facilities already constructed and operating in Allen County? Yes _____ No x

If yes, state that adverse competitive effect.

See answer to No. 41.

43. If bond proceeds are to be utilized for construction of a new facility, why could not any existing facilities have met the needs of the applicant?

The new facility will be located across the street from the
applicant's existing facility. It is important for the facility
to be nearby and no existing facilities were adequate.

G. FINANCIAL AND LEGAL INFORMATION:

44. Applicant's net worth as of the end of the calendar quarter preceding the date of application.

\$ Confidential

45. Have tentative arrangements been made for the sale of bonds? Yes x No

This application will not be considered complete until all exhibits are attached and the application fee is paid. Once the application is determined to be complete, then this project will be placed on the agenda of the Fort Wayne Economic Development Commission.

Return application, exhibits, and application fee to:

Mr. Rod McPherson
Department of Economic Development
City-County Bldg., Room 840
One Main Street
Fort Wayne, IN 46802
(219) 427-1127

Counsel for Economic Development Commission:

Attorney David Boyer
300 Metro Building
202 West Berry Street
Fort Wayne, Indiana 46802
(219) 422-7422

Part of the Southwest Quarter of Section 16, Township 31 North, Range 12 East, in Allen County, Indiana, more particularly described as follows:

Beginning at a point on the West line of the Southwest Quarter of Section 16, Township 31 North, Range 12 East, Allen County, Indiana, said point being 1215.5 feet North of the Southwest corner of the SW $\frac{1}{4}$ of Sec. 16-31-12; thence North along the West line of the SW $\frac{1}{4}$ of Sec. 16-31-12, a distance of 368.7 feet; thence East with a deflection angle to the right of 88 degr. 12 min. a distance of 400.0 feet; thence South with a deflection angle to the right of 91 degr. 48 min. and parallel to the West line of the SW $\frac{1}{4}$ of Sec. 16-31-12, a distance of 457.65 feet; thence West with a deflection angle to the right 88 degr. 03 min. a distance of 165.0 feet; thence North with a deflection angle to the right of 91 degr. 57 min. and parallel to the West line of the SW $\frac{1}{4}$ of Sec. 16-31-12, a distance of 90.0 feet; thence West with a deflection angle to the left of 91 degr. 57 min., a distance of 235.0 feet to the point of beginning, containing 3.72 acres, subject to road rights-of-way and easements.



SUMMERS & COMPANY^{INC}

1000 COMMERCE BUILDING
FORT WAYNE, INDIANA 46802, 219/424-4481

April 9, 1990

Mr. Frederick C. Burke, President
Advanced Machine & Tool Corporation
3824 Transportation Drive
Fort Wayne, IN 46818

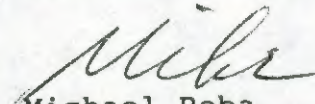
Dear Fred:

Summers & Company, Inc. will underwrite your upcoming \$2,000,000 industrial revenue bond issue for building and equipment.

We are pleased to be hired and are anxious to work with you.

Very truly yours,

SUMMERS & COMPANY, INC.


Michael Reba
Vice President

/jlb

cc: Mr. Bruce O. Boxberger
Mr. John J. Wernet
Miller, Carson & Boxberger
1400 One Summit Square
Fort Wayne, IN 46802-3173

DIGEST SHEET

TITLE OF ORDINANCE INDUCEMENT RESOLUTION

2-90-04-22

DEPARTMENT REQUESTING ORDINANCE Department of Economic Development

SYNOPSIS OF ORDINANCE Application of Advance Machine and Tool Corporation for Economic
Development Revenue Bond in the amount of \$1,500,000.00 to finance the construction of a
24,000 square foot manufacturing building and the aquisition of new manufacturing equipment.

EFFECT OF PASSAGE Authorizes company to procedd and will be instrumental in the
creation of 30 new jobs.

EFFECT OF NON-PASSAGE Opposite of the above

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS) _____

ASSIGNED TO COMMITTEE (PRESIDENT) Tom Henry

BILL NO. R-90-04-22

REPORT OF THE COMMITTEE ON FINANCE

THOMAS C. HENRY, CHAIRMAN
DONALD J. SCHMIDT, VICE CHAIRMAN
BRADBURY, BURNS, GiaQUINTA

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS

REFERRED AN (~~ORDINANCE~~) (RESOLUTION) FINDING, DETERMINING
AND RATIFYING AN INDUCEMENT RESOLUTION OF THE FORT WAYNE
ECONOMIC DEVELOPMENT COMMISSION AUTHORIZING THE ISSUANCE AND
SALE OF \$1,500,000.00 ECONOMIC DEVELOPMENT REVENUE BONDS OF THE
CITY OF FORT WAYNE, INDIANA, FOR THE PURPOSE OF INDUCING THE
APPLICANT, ADVANCED MACHINE & TOOL CORPORATION TO PROCEED WITH
THE ACQUISITION, CONSTRUCTION AND EQUIPPING OF THE PROJECT

HAVE HAD SAID (~~ORDINANCE~~) (RESOLUTION) UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(~~ORDINANCE~~) (RESOLUTION) _____

DO PASS

DO NOT PASS

ABSTAIN

NO REC

<i>Janet G. Bradbury</i>			
<i>C. R. Edmond</i>			
<i>Samuel J. Talaffo</i>			
<i>David Hogg</i>			
<i>Paul C. Higgins</i>			
<i>Paul C. Higgins</i>			

DATED: 5-1-90

Sandra E. Kennedy
City Clerk